PREVAILED	Roll Call No
FAILED	Ayes
WITHDRAWN	Noes
RULED OUT OF ORDER	

# **HOUSE MOTION** \_\_\_\_

#### MR. SPEAKER:

I move that House Bill 1241 be amended to read as follows:

Page 14, after line 27, begin a new paragraph and insert:
"SECTION 4. IC 22-4-10.5-7, AS ADDED BY P.L.290-2001,
SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2003]: Sec. 7. (a) After making the deposit required by
subsection (b), the department shall deposit skills 2016 training
assessments paid to the department under this chapter in the skills 2016
training fund established by IC 22-4-24.5-1.

(b) After June 30, 2003, unless the board approves a lesser amount, the department annually shall deposit the first four hundred fifty thousand dollars (\$450,000) in skills 2016 training assessments paid to the department under this chapter in the special employment and training services fund established by IC 22-4-25-1 for the training and counseling assistance described in IC 22-4-25-1(f).

SECTION 5. IC 22-4-11-3, AS AMENDED BY P.L.30-2000, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 3. (a) Except as provided in section 3.2 of this chapter, The applicable schedule of rates for the calendar year 1983 and thereafter shall be determined by the ratio resulting when the balance in the fund as of the determination date is divided by the total payroll of all subject employers for the immediately preceding calendar year. Schedule A, B, C, or D, appearing on the line opposite the fund ratio in the schedule below, shall be applicable in determining and assigning each employer's contribution rate for the calendar year

immediately following the determination date. For the purposes of this subsection, "total payroll" means total remuneration reported by all contributing employers as required by this article and does not include the total payroll of any employer who elected to become liable for payments in lieu of contributions (as defined in IC 22-4-2-32). For the purposes of this subsection, "subject employers" means those employers who are subject to contribution.

### FUND RATIO SCHEDULE

### When the Fund Ratio Is:

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10			Applicable
11	As Much As	But Less Than	Schedule
12		1.0%	A
13	1.0%	1.5%	В
14	1.5%	2.25%	C
15	2.25%		D

(b) For calendar years before 2002, if the conditions and requirements of section 2 of this chapter are met, the rate of contributions shall be determined and assigned, with respect to each calendar year, to employers whose accounts have a credit balance and who are eligible therefor according to each employer's credit reserve ratio. Each employer shall be assigned the contribution rate appearing in the applicable schedule A, B, C, or D on the line opposite his credit reserve ratio as set forth in the rate schedule below:

## RATE SCHEDULE FOR ACCOUNTS WITH CREDIT BALANCES

When the Credit Reserve Ratio Is:

27	As	But	Rate Schedules						
28	Much	Less			(%)				
29	As	Than	A	В	C	D	E		
30	3.0		1.2	0.2	0.2	0.2	0.15		
31	2.8	3.0	1.4	0.4	0.2	0.2	0.15		
32	2.6	2.8	1.6	0.6	0.2	0.2	0.15		
33	2.4	2.6	1.8	0.8	0.4	0.2	0.2		
34	2.2	2.4	2.0	1.0	0.6	0.2	0.2		
35	2.0	2.2	2.2	1.2	0.8	0.4	0.4		
36	1.8	2.0	2.4	1.4	1.0	0.6	0.6		
37	1.6	1.8	2.6	1.6	1.2	0.8	0.8		
38	1.4	1.6	2.8	1.8	1.4	1.0	1.0		
39	1.2	1.4	3.0	2.0	1.6	1.2	1.2		
40	1.0	1.2	3.2	2.2	1.8	1.4	1.4		
41	0.8	1.0	3.4	2.4	2.0	1.6	1.6		
42	0.6	0.8	3.6	2.6	2.2	1.8	1.8		
43	0.4	0.6	3.8	2.8	2.4	2.0	2.0		
44	0.2	0.4	4.0	3.0	2.6	2.2	2.2		
45	0	0.2	4.2	3.2	2.8	2.4	2.4		
46	(c) Each empl	loyer wh	ose ac	count	as of a	any cor	mputati		

(c) Each employer whose account as of any computation date

occurring on and after June 30, 1984, shows a debit balance shall be assigned the rate of contributions appearing on the line opposite his debit ratio as set forth in the following rate schedule for accounts with debit balances:

## RATE SCHEDULE FOR ACCOUNTS WITH DEBIT BALANCES

When the Debit Reserve Ratio Is:

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8	As	But		Rat	e Sche	dules	
9	Much	Less			(%)	)	
10	As	Than	A	В	C	D	E
11		1.5	4.5	4.4	4.3	4.2	3.6
12	1.5	3.0	4.8	4.7	4.6	4.5	3.8
13	3.0	4.5	5.1	5.0	4.9	4.8	4.1
14	4.5	6.0	5.4	5.3	5.2	5.1	4.4
15	6.0		5.7	5.6	5.5	5.4	5.4

(d) Any adjustment in the amount charged to any employer's experience account made subsequent to the assignment of rates of contributions for any calendar year shall not operate to alter the amount charged to the experience accounts of any other base-period employers.

SECTION 6. IC 22-4-11-3.3, AS AMENDED BY P.L.1-2002, SECTION 89, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 3.3. (a) For calendar years 2002 through 2004, if the conditions of section 2 of this chapter are met, the rate of contributions shall be determined and assigned, with respect to each calendar year, to employers whose accounts have a credit balance and who are eligible therefore according to each employer's credit reserve ratio. Except as provided in section 3.2(b) of this chapter, Each employer shall be assigned the contribution rate appearing in the applicable schedule A, B, C, D, or E on the line opposite the employer's credit reserve ratio as set forth in the rate schedule below:

### RATE SCHEDULE FOR ACCOUNTS WITH CREDIT BALANCES

When the Credit Reserve Ratio Is:

34	As	But	Rate Schedules					
35	Much	Less			(%)			
36	As	Than	A	В	C	D	E	
37	3.00		1.10	0.10	0.10	0.10	0.15	
38	2.80	3.00	1.30	0.30	0.10	0.10	0.15	
39	2.60	2.80	1.50	0.50	0.10	0.10	0.15	
40	2.40	2.60	1.70	0.70	0.30	0.10	0.20	
41	2.20	2.40	1.90	0.90	0.50	0.10	0.20	
42	2.00	2.20	2.10	1.10	0.70	0.30	0.40	
43	1.80	2.00	2.30	1.30	0.90	0.50	0.60	
44	1.60	1.80	2.50	1.50	1.10	0.70	0.80	
45	1.40	1.60	2.70	1.70	1.30	0.90	1.00	
46	1.20	1.40	2.90	1.90	1.50	1.10	1.20	

1	1.00	1.20	3.10	2.10	1.70	1.30	1.40
1	1.00	1.20	5.10	2.10	1.70	1.50	1.40
2	0.80	1.00	3.30	2.30	1.90	1.50	1.60
3	0.60	0.80	3.50	2.50	2.10	1.70	1.80
4	0.40	0.60	3.70	2.70	2.30	1.90	2.00
5	0.20	0.40	3.90	2.90	2.50	2.10	2.20
6	0.00	0.20	4.10	3.10	2.70	2.30	2.40

(b) For calendar years 2002 through 2004, if the conditions of section 2 of this chapter are met, the rate of contributions shall be determined and assigned, with respect to each calendar year, to employers whose accounts have a debit balance and who are eligible therefore according to each employer's debit reserve ratio. Each employer shall be assigned the contribution rate appearing in the applicable schedule A, B, C, D, or E on the line opposite the employer's debit reserve ratio as set forth in the rate schedule below:

# RATE SCHEDULE FOR ACCOUNTS WITH DEBIT BALANCES

#### When the Debit Reserve Ratio Is:

As	But	Rate Schedules					
Much	Less			(%)			
As	Than	A	В	C	D	E	
	1.50	4.40	4.30	4.20	4.10	5.40	
1.50	3.00	4.70	4.60	4.50	4.40	5.40	
3.00	4.50	5.00	4.90	4.70	4.70	5.40	
4.50	6.00	5.30	5.20	5.10	5.00	5.40	
6.00		5.60	5.50	5.40	5.40	5.40	

SECTION 7. IC 22-4-24.5-1, AS AMENDED BY P.L.1-2002, SECTION 92, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 1. (a) The skills 2016 training fund is established to do the following:

- (1) Administer the costs of the skills 2016 training program established by IC 22-4-10.5.
- (2) Undertake any program or activity that furthers the purposes of IC 22-4-10.5.
- (3) Refund skills 2016 training assessments erroneously collected and deposited in the fund.
- (b) Subject to subsection (j), fifty-five Ninety-five percent (55%) (95%) of the money in the fund shall be allocated to the state educational institution established under IC 20-12-61. The money so allocated to that state educational institution shall be used as follows:
  - (1) An amount to be determined annually shall be allocated to the state educational institution established under IC 20-12-61 for its costs in administering the training programs described in subsection (b). (a). However, the amount so allocated may not exceed fifteen twelve and one-half percent (15%) (12.5%) of the total amount of money allocated under this subsection.
- 46 (2) After the allocation made under subdivision (1), forty percent

(40%) shall be used to provide training to participants in joint 1 2 labor and management building trades apprenticeship programs 3 approved by the United States Department of Labor's Bureau of 4 Apprenticeship Training. 5 (3) After the allocation made under subdivision (1), forty percent 6 (40%) shall be used to provide training to participants in joint 7 labor and management industrial apprenticeship programs 8 approved by the United States Department of Labor's Bureau of 9 Apprenticeship Training. 10 (4) After the allocation made under subdivision (1), twenty 11 percent (20%) shall be used to provide training to industrial 12 employees not covered by subdivision (2). 13 (c) Subject to subsection (j), The remainder of the money in the 14 fund shall be allocated as follows: 15 (1) An amount not to exceed one million dollars (\$1,000,000) shall be allocated to the department of workforce development 16 annually for technology needs of the department. 17 (2) An amount not to exceed four hundred fifty thousand dollars 18 19 (\$450,000) shall be allocated annually for training and counseling 20 assistance under IC 22-4-14-2 provided by state educational institutions (as defined in IC 20-12-0.5-1) or counseling provided 21 by the department of workforce development for individuals who: 22 (A) have been unemployed for at least four (4) weeks; 23 24 (B) are not otherwise eligible for training and counseling 25 assistance under any other program; and 26 (C) are not participating in programs that duplicate those 27 programs described in IC 22-4-25-1(e). Training or counseling provided under IC 22-4-14-2 does not 28 29

Training or counseling provided under IC 22-4-14-2 does not excuse the claimant from complying with the requirements of IC 22-4-14-3. Eligibility for training and counseling assistance under this subdivision shall not be determined until after the fourth week of eligibility for unemployment training compensation benefits.

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- (3) (2) An amount to be determined annually shall be set aside for the payment of refunds from the fund.
- (4) (3) The remainder of the money in the fund after the allocations provided for in subsection (b) and subdivisions (1) through (3) (2) shall be allocated to other incumbent worker training programs.
- (d) The fund shall be administered by the board. However, all disbursements from the fund must be recommended by the incumbent workers training board and approved by the board as required by IC 22-4-18.3-6.
- (e) The treasurer of state shall invest the money in the fund not currently needed to meet the obligations of the fund in the same manner as other public money may be invested. Interest that accrues

from these investments shall be deposited in the fund.

- (f) Money in the fund at the end of a state fiscal year does not revert to the state general fund.
  - (g) The fund consists of the following:

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- (1) Assessments deposited in the fund.
- (2) Earnings acquired through the use of money belonging to the fund
- (3) Money received from the fund from any other source.
- (4) Interest earned from money in the fund.
- (5) Interest and penalties collected.
- (h) All money deposited or paid into the fund is appropriated annually for disbursements authorized by this section.
- (i) Any balance in the fund does not lapse but is available continuously to the department for expenditures consistent with this chapter.
- (j) If the fund ratio (as described in IC 22-4-11-3) is less than or equal to 1.5 or if the board determines that the solvency of the unemployment insurance benefit fund established by IC 22-4-26-1 is threatened, the funds assessed for or deposited in the skills 2016 training fund shall be directed or transferred to the unemployment insurance benefit fund.

SECTION 8. IC 22-4-25-1, AS AMENDED BY P.L.290-2001, SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 1. (a) There is created in the state treasury a special fund to be known as the special employment and training services fund. All interest on delinquent contributions and penalties collected under this article, together with any voluntary contributions tendered as a contribution to this fund and amounts deposited as required by IC 22-4-10.5-7(b), shall be paid into this fund. The money shall not be expended or available for expenditure in any manner which would permit their substitution for (or a corresponding reduction in) federal funds which would in the absence of said money be available to finance expenditures for the administration of this article, but nothing in this section shall prevent said money from being used as a revolving fund to cover expenditures necessary and proper under the law for which federal funds have been duly requested but not yet received, subject to the charging of such expenditures against such funds when received. The money in this fund shall be used by the board for the payment of refunds of interest on delinquent contributions and penalties so collected, for the payment of costs of administration which are found not to have been properly and validly chargeable against federal grants or other funds received for or in the employment and training services administration fund, on and after July 1, 1945. Such money shall be available either to satisfy the obligations incurred by the board directly, or by transfer by the board of the required amount from the special employment and training services fund to the

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employment and training services administration fund. No expenditure of this fund shall be made unless and until the board finds that no other funds are available or can properly be used to finance such expenditures, except that expenditures from said fund may be made for the purpose of acquiring lands and buildings or for the erection of buildings on lands so acquired which are deemed necessary by the board for the proper administration of this article. The board shall order the transfer of such funds or the payment of any such obligation or expenditure and such funds shall be paid by the treasurer of state on requisition drawn by the board directing the auditor of state to issue the auditor's warrant therefor. Any such warrant shall be drawn by the state auditor based upon vouchers certified by the board or the commissioner. The money in this fund is hereby specifically made available to replace within a reasonable time any money received by this state pursuant to 42 U.S.C. 502, as amended, which, because of any action or contingency, has been lost or has been expended for purposes other than or in amounts in excess of those approved by the bureau of employment security. The money in this fund shall be continuously available to the board for expenditures in accordance with the provisions of this section and shall not lapse at any time or be transferred to any other fund, except as provided in this article. Nothing in this section shall be construed to limit, alter, or amend the liability of the state assumed and created by IC 22-4-28, or to change the procedure prescribed in IC 22-4-28 for the satisfaction of such liability, except to the extent that such liability may be satisfied by and out of the funds of such special employment and training services fund created by this section.

(b) The board, subject to the approval of the budget agency and governor, is authorized and empowered to use all or any part of the funds in the special employment and training services fund for the purpose of acquiring suitable office space for the department by way of purchase, lease, contract, or in any part thereof to purchase land and erect thereon such buildings as the board determines necessary or to assist in financing the construction of any building erected by the state or any of its agencies wherein available space will be provided for the department under lease or contract between the department and the state or such other agency. The commissioner may transfer from the employment and training services administration fund to the special employment and training services fund amounts not exceeding funds specifically available to the commissioner for that purpose equivalent to the fair, reasonable rental value of any land and buildings acquired for its use until such time as the full amount of the purchase price of such land and buildings and such cost of repair and maintenance thereof as was expended from the special employment and training services fund has been returned to such fund.

(c) The board may also transfer from the employment and training

services administration fund to the special employment and training services fund amounts not exceeding funds specifically available to the commissioner for that purpose equivalent to the fair, reasonable rental value of space used by the department in any building erected by the state or any of its agencies until such time as the department's proportionate amount of the purchase price of such building and the department's proportionate amount of such cost of repair and maintenance thereof as was expended from the special employment and training services fund has been returned to such fund.

- (d) Whenever the balance in the special employment and training services fund is deemed excessive by the board, the board shall order payment into the unemployment insurance benefit fund of the amount of the special employment and training services fund deemed to be excessive.
- (e) Subject to the approval of the board, the commissioner may use not more than five million dollars (\$5,000,000) during a program year for training provided by the state educational institution established under IC 20-12-61 to participants in joint labor and management apprenticeship programs approved by the United States Department of Labor's Bureau of Apprenticeship Training. Of the money allocated for training programs under this subsection, fifty percent (50%) is designated for industrial programs, and the remaining fifty (50%) percent is designated for building trade programs.
- (f) The commissioner shall allocate an amount not to exceed four hundred fifty thousand dollars (\$450,000) annually for training and counseling assistance under IC 22-4-14-2 provided by state educational institutions (as defined in IC 20-12-0.5-1) or counseling provided by the department of workforce development for individuals who:
  - (1) have been unemployed for at least four (4) weeks;
  - (2) are not otherwise eligible for training and counseling assistance under any other program; and
  - (3) are not participating in programs that duplicate those programs described in subsection (e).

Training or counseling provided under IC 22-4-14-2 does not excuse the claimant from complying with the requirements of IC 22-4-14-3. Eligibility for training and counseling assistance under this subsection shall not be determined until after the fourth week of eligibility for unemployment training compensation benefits. The training and counseling assistance programs funded

by this subsection must be approved by the United States
Department of Labor's Bureau of Apprenticeship Training.

SECTION 9. THE FOLLOWING ARE REPEALED [EFFECTIVE JULY 1, 2003]: IC 22-4-10.5-1; IC 22-4-11-3.2.".

Renumber all SECTION consecutively.

(Reference is to HB 1241 as printed February 28, 2003.)